

COMMONWEALTH OF KENTUCKY
DEPARTMENT FOR NATURAL RESOURCES
DIVISION OF OIL AND GAS
300 SOWER BLVD
FRANKFORT, KY 40601
502-573-0147



Bond No. _____

BLANKET SURETY BOND

KNOW ALL PERSONS BY THESE PRESENTS:

That we _____, as principal and _____ a corporation, as surety, authorized to do business in this Commonwealth, are held and firmly bound unto the Commonwealth of Kentucky, Department for Natural Resources, in the penal sum of \$ _____ lawful money of the United States, for which payment, well and truly made, we jointly and severally bind ourselves, our personal representatives, our heirs, executors, administrators or successors, and assigns.

The condition of this obligation is such that whereas the above bounden principal proposes to drill, deepen, reopen, transfer or temporarily abandon wells in this Commonwealth; under the provisions of KRS Chapter 353 and 349; if the above bounden principal shall comply with the laws of this Commonwealth and the rules, regulations and orders of the Department for Natural Resources, with reference to the proper plugging of said wells, and filing with the Department all records required by the Department, in the event that said wells do not produce oil, gas or coal bed methane in commercial quantities, or cease to produce oil, gas or coal bed methane in commercial quantities, then this obligation is void; otherwise, it is agreed that said penal sum shall be paid to the Commonwealth of Kentucky, upon receipt of forfeiture notice with check payable to "Kentucky State Treasurer".

The duration of this bond shall be from the time filed with the Department until the owner or operator has plugged all of the oil, gas and coal bed methane wells in accordance with the law, and the rules and regulations of the Department for Natural Resources, and that all required records, fees and other pertinent information required by KRS Chapter 353 or 349 and the rules and regulations and orders of the Department have been filed, releases the bond.

IN WITNESS WHEREOF, we have hereunto set our hands and affixed our seals this _____ day of _____, 20_____.

SURETY COMPANY INFORMATION

Address: _____

Phone: _____

Principal

Surety

By _____

When principal or surety executes this bond by agent, power of attorney or other, evidence of such authority must be attached.